GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

STARRED QUESTION NO:390
ANSWERED ON:19.04.2002
NEW POLICY FOR FDI
DINSHA J. PATEL

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether the Government have decided to review the existing FDI policy and propose to announce a new policy on Foreign Direct Investment (FDI);

(b) if so, the details thereof;

(c) the time by which the new policy is likely to be announced;

(d) whether the new policy would adequately address the problems and difficulties faced in the implementation of FDI projects; and

(e) if so, the details thereof?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (SHRI RAJIV PRATAP RUDY)

(a) to (e) : A Statement is laid on the Table of the House.

STATEMENT REFERRED TO IN REGARD TO THE REPLY TO LOK SABHA STARRED QUESTION NO. 390 FOR ANSWI 19-4-2002

(a) to (e) : With a view to attracting more FDI, the Government have already put in place a liberal, transparent and investor friendly FDI policy where most activities fall on the automatic route for FDI up to 100%, except a small list.

FDI policy liberalisation is an ongoing process, which is based on national priorities, including sectoral considerations.Government has constituted a Group of Ministers on FDI to review the existing FDI policy on an ongoing basis and suggest changes in the sectoral guidelines, including sectoral caps wherever considered necessary or desirable.

The Foreign Investment Implementation Authority (FIIA) has been set up to function as a single point interface between investors and Government to remove post-investment obstacles coming in the way of implementation of FDI projects in consultation with the concerned Central Ministries, agencies and State Governments.